

# **FISCAL NOTE**

## **HB 2366 - SB 2570**

February 15, 2000

**SUMMARY OF BILL:** Requires an actuarial study of the TennCare Program by the Comptroller of the Treasury every year. Current law requires such a study at least every two years.

### **ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures - \$131,250 FY01-02 and every second year thereafter**

**Other Fiscal Impact - Increase Federal Expenditures - \$131,250 FY01-02 and every second year thereafter**

Assumes:

- current law provides for a study to be conducted in FY00-01, so the impact of annual studies will not be felt until the following FY01-02 and then every other year following.
- the total cost of an audit in FY01-02 will be approximately \$262,500 with one-half of the cost eligible for a federal match.
- Chapter 370 of the Public Acts of 1999 required such a study every two years and assumed the cost for that legislation would not be incurred until FY00-01. In addition, that legislation provided that any costs associated with implementing **that Act** would be paid with funds appropriated from the TennCare Program. The estimate on this bill assumes that provision would not apply to this bill as written. Therefore, it is assumed that funding for this bill will impact the general fund for FY01-02 and every second year thereafter.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

**HB 2366 - SB 2570**